

Message Text

LIMITED OFFICIAL USE

PAGE 01 CAIRO 09647 291122Z

53

ACTION NEA-10

INFO OCT-01 ISO-00 EB-07 TRSE-00 CIEP-01 XMB-02 COME-00

FRB-03 CIAE-00 INR-07 NSAE-00 AGR-05 EUR-12 /048 W

----- 031831

R 291055Z SEP 75

FM AMEMBASSY CAIRO

TO SECSTATE WASHDC 6784

LIMITED OFFICIAL USE CAIRO 9647

E.O. 11652: N/A

TAGS: USEGJC EFIN

SUBJECT: SHORT TERM BANK LOANS

REF: CAIRO 9614

1. EMBASSY'S INQUIRIES ON SUBJECT OF SHORT TERM BANK LOANS TO EGYPT (REFTEL) PROMPTED CHASE REPS TO QUERY HOME OFFICE ON SAME SUBJECT.

2. REPLY RECEIVED TODAY, AND PASSED TO US, INDICATES THAT CHASE IS "NOT RECONSIDERING EGYPTIAN POSITION". CHASE STILL GRANTS 180 DAYS ON LC'S TO GOE BANKS, AT SAME TERMS AS OTHER US BANKS, I.E. 6-8 PERCENT OVER INTER-BANK. CHASE IS NOW GIVING 360 DAYS TO ARAB INTERNATIONAL BANK (AIB) AND ARAB AFRICAN BANK (AFB) BUT REPORTS THAT MOST AMERICAN BANKS HAVE STAYED AT 180 DAYS FOR THESE INSTITUTIONS. NO DATA ON INTEREST FOR THESE LOANS WERE GIVEN; BUT LOCAL REPS BELIEVE THERE HAS BEEN NO CHANGE OVER PAST SEVERAL MONTHS.

3. COMMENT: SITUATION IS STILL NOT ENTIRELY CLEAR, BUT ABOVE TENDS TO CONFIRM OPINION CONTAINED REFTEL THAT THERE HAS NOT YET BEEN ANY SIGNIFICANT CHANGE IN GOE'S STANDING. AS DEPT IS AWARE, AIB AND AFB ARE NOT EGYPTIAN BANKS IN SENSE THAT THEY OPERATE OUTSIDE LOCAL MONETARY SYSTEM. CHASE RECOGNIZES THAT FUNDS RECEIVED BY THESE INSTITUTIONS ARE FOR BENEFIT OF GOE, BUT FINANCIAL SUPPORT BY OTHER ARABS PUTS THEM IN SPECIAL

LIMITED OFFICIAL USE

PAGE 02 CAIRO 09647 291122Z

CATEGORY. CHASE CONSIDERS INFORMATION ON THEIR RELATIONS

WITH AIB AND AFB TO BE PRIVILEGED. PLEASE PROTECT.
EILTS

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BANK LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 29 SEP 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: buchant0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975CAIRO09647
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750336-0902
From: CAIRO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t1975097/aaaaafn.tel
Line Count: 63
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION NEA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 CAIRO 9614
Review Action: RELEASED, APPROVED
Review Authority: buchant0
Review Comment: n/a
Review Content Flags:
Review Date: 30 JUL 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <30 JUL 2003 by ShawDG>; APPROVED <29 DEC 2003 by buchant0>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: SHORT TERM BANK LOANS
TAGS: EFIN, EG, CHASE MANHATTAN
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006